

THE GOODYEAR TIRE & RUBBER COMPANY

OF CANADA, LIMITED

TORONTO, CANADA



ANNUAL REPORT

Sept. 30, 1924

ANNUAL REPORT

upon the Examination of the Books
and Accounts of

The Goodyear Tire & Rubber Company
of Canada, Limited

TORONTO, - CANADA

By
Price, Waterhouse & Co.
Chartered Accountants
Toronto



THE GOODYEAR TIRE & RUBBER COMPANY
OF CANADA, LIMITED

General Offices: 152 Simcoe St., Toronto, Canada

Factories: New Toronto and Bowmanville, Ontario

ANNUAL REPORT

The Colorado Fuel & Iron Company

THOMAS A. RICE, President

For the Year Ending December 31, 1911

Colorado Fuel & Iron Company
Denver, Colorado

THE COLORADO FUEL & IRON COMPANY

ANNUAL REPORT OF THE DIRECTORS

OF

The Goodyear Tire & Rubber Company

of Canada, Limited

Toronto, October 22, 1924.

To the Shareholders:

Your Directors submit the accompanying Balance Sheet as at September 30th, 1924, certified by your Auditors, Price Waterhouse and Company, which sets forth the results from the operations for the past fiscal year, and the financial position of the Company as of that date.

The operations for the year have resulted in a profit of \$1,275,377.65, after providing for all manufacturing, selling and administrative expenses and for income taxes. As against this profit we have set aside an amount of \$437,643.23 for depreciation of buildings, plant and equipment, leaving a net profit of \$837,734.42 for the year. Since the final returns from our export business for the months of August and September 1924 have not as yet been received, the profits thereon for these two months have not been included in the Balance Sheet presented herewith. Having regard to the keen competition and the narrow margin of profit, coupled with the depression in trade generally during the past year, our volume of sales and the net profits are regarded by the management as highly satisfactory. The rigid policy of economy followed throughout the organization has been an important factor in obtaining the results shown by the attached accounts.

From the profits earned the Company has paid the current year's dividends, amounting to \$521,988.00 on the Prior Preference and Preferred Shares; in addition there has been paid an amount of \$78,750.00 on account of the arrears of dividends on the Preferred Stock. The total dividends paid during the year amounted to \$600,738.00.

The most striking feature of the Balance Sheet is that notwithstanding the payment of the dividends referred to, the

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Company's cash balances at the end of the year amounted to no less than \$1,733,000.00. It will also be noted that the total current liabilities at 30th September, 1924, including dividends of \$209,247.00 paid on first of October, amounted to only \$776,115.57. The Company has borrowed no money during the past fiscal year and has no indebtedness other than current bills. At the time of our last annual meeting our strong position as to working capital was commented on, and it is interesting to note that our position in this respect has improved during the year to the extent of \$543,000.00, after making all necessary capital expenditures and paying the dividends already mentioned.

The inventories have been carefully reviewed and every effort has been made to reduce the stocks carried to a minimum, with the result that our investment in inventories at the date of the attached Balance Sheet, is approximately \$950,000.00 less than at the end of our last fiscal year.

As in former years, adequate reserves are carried against doubtful accounts and for depreciation in your Company's Plants.

Summarizing your Company's financial position, we would point out that at September 30th, 1924, the current assets amounted to \$5,651,775.65 against current liabilities of \$776,115.57, making the net working capital \$4,875,660.08; the total investment in fixed assets consisting of Real Estate, Buildings and Plant was \$7,414,776.90, against which a reserve of \$1,914,430.79 is carried for depreciation; and an additional reserve of \$175,311.87 is available for contingencies.

Respectfully yours,

C. H. CARLISLE,

Vice-President and General Manager.

PRICE, WATERHOUSE & CO.

Chartered Accountants

Royal Bank Building,

Toronto, Canada

October 24th, 1924.

To the Shareholders of

THE GOODYEAR TIRE & RUBBER COMPANY OF CANADA, LIMITED.

We have examined the books and accounts of The Goodyear Tire and Rubber Company of Canada, Limited for the year ending 30th September, 1924.

We have satisfied ourselves that all charges to Property Accounts are in respect of actual additions, and sufficient provision has been made for accruing depreciation. The stocks on hand have been taken and valued by the Company on the basis of cost prices which are not above market, the bad debt reserve is considered sufficient to provide for all doubtful accounts; the call loans, securities and the bank balances were confirmed by certificates, and we have taken all reasonable precautions to satisfy ourselves that all liabilities as at 30th September, 1924, are included in the Balance Sheet.

And we certify that the annexed Balance Sheet is drawn up so as to show the true financial position of the Company as of that date and the results from the operations for the year ending 30th September, 1924, according to the best of our information and the explanations given to us and as shown by the books of the Company.

PRICE, WATERHOUSE & CO.,
Auditors.

THE GOODYEAR TIRE & RUBBER

BALANCE SHEET

ASSETS

REAL ESTATE, BUILDINGS, PLANT,
MACHINERY AND EQUIPMENT

\$7,414,776.90

CURRENT AND WORKING ASSETS:

Inventories:

Stocks on hand—

Raw Materials
and Supplies

\$ 934,305.06

Goods in process 304,083.85

Finished Goods 1,301,531.42

\$ 2,539,920.33

Accounts Receivable:

Customers \$ 1,277,108.16

Miscellaneous 156,042.23

\$ 1,433,150.39

Less—Reserve for Bad and

Doubtful Accounts 54,908.24

1,378,242.15

Cash:

Call Loans (Secured by
Bonds) \$ 400,000.00

Government Bonds at
Cost 155,875.00

In Banks 1,083,702.45

On Hand and in transit
from Branches 94,035.72

1,733,613.17

5,651,775.65

DEFERRED CHARGES TO OPERATIONS:

Insurance, Taxes and Rent paid in advance

39,501.61

\$13,106,054.16

COMPANY OF CANADA, LIMITED

SEPTEMBER 30th, 1924

LIABILITIES

CAPITAL STOCK:

Six per cent. Cumulative Prior Preference Stock:		
Authorized—45,000 shares of \$100.00 each	\$ 4,500,000.00	
Issued—34,498 shares of \$100.00 each		\$3,449,800.00
Seven per cent. Cumulative Preferred Stock:		
Authorized—150,000 shares of \$100.00 each	\$15,000,000.00	
Issued 45,000 shares of \$100.00 each		4,500,000.00
Common Stock:		
Authorized—150,000 shares of \$10.00 each	1,500,000.00	
Issued 53,320 shares of \$10.00 each		533,200.00
TOTAL CAPITAL		<u>\$8,483,000.00</u>

CURRENT LIABILITIES:

Accounts Payable	\$ 263,146.45	
Miscellaneous	303,722.12	
Dividends on Prior Preference and Preferred Stocks payable October 1st, 1924	<u>209,247.00</u>	
		776,115.57

RESERVES :

For Depreciation of Buildings, Plant, Machinery, and Equipment	\$ 1,914,430.79	
For Contingencies	<u>175,311.87</u>	
		2,089,742.66

SURPLUS :

Balance at October 1st, 1923	\$ 1,520,199.51	
Add—Profit for the year ending September 30, 1924 before providing for depreciation but after deducting Income Tax	\$1,275,377.65	
Less—Reserve for Depreciation	<u>437,643.23</u>	
Net Profits		837,734.42
Deduct—Dividends on Prior Preference and Preferred Stocks:	<u>2,357,933.93</u>	
On account of arrears	78,750.00	
Current year's dividends	<u>521,988.00</u>	
		600,738.00
		1,757,195.93
		<u>\$13,106,054.16</u>

Note :—

Dividends on the seven per cent. Preferred Stock are in arrears to the amount of \$393,750.00.

BOARD OF DIRECTORS

E. G. WILMER
NEW YORK

C. H. CARLISLE
TORONTO

G. M. STADELMAN
AKRON

P. W. LITCHFIELD
AKRON

J. E. McALLISTER
TORONTO

P. A. THOMSON
MONTREAL

C. B. McNAUGHT
TORONTO

EXECUTIVE OFFICERS

E. G. WILMER
President

C. H. CARLISLE
Vice-President and General Manager

J. G. LANE
Treasurer

H. N. BARRY
Secretary and Comptroller

R. P. D. GRAHAM
Assistant Treasurer

R. C. BERKINSHAW
Assistant Secretary

H. C. LOWER
General Sales Manager

E. H. KOKEN
Factory Superintendent

W. H. JEEVES and M. J. SMITH
Assistant Comptrollers

GOODYEAR PRODUCTS

TIRES:—Automobile, Truck, Motorcycle, Bicycle, Carriage.

TUBES :—Automobile (laminated) Regular and Heavy Tourist
Motorcycle (Endless and Butt End), Bicycle.

ACCESSORIES :—For all Pneumatic Type Tires and Tubes,
Repair Fabric and Gum, Rims and Parts, Rubber
Cements, Tubing, Vulcanizers' Supplies.

BELTING :—Conveyor, Elevator, Transmission, Miscellaneous.

HOSE :—Garden, Pneumatic Tool, Steam, Radiator, Suction,
Miscellaneous.

PACKINGS AND SHEETINGS :—Hydraulic, Piston, Good-
yearite, Asbestos, Sheet Packing.

MISCELLANEOUS :—All kinds Rubber Mats and Matting,
Bumpers, Lathe Goods, Valves, Molded Goods of all
Descriptions, etc.

WINGFOOT RUBBER HEELS.

The Goodyear Tire & Rubber Company of Canada, Limited

General Offices : TORONTO, ONT.

Factories : {BOWMANVILLE, ONT.
 {NEW TORONTO, ONT.

VANCOUVER, B.C.	. . .	1004 Homer St.
CALGARY, ALTA.	. . .	335 8th Ave. West.
EDMONTON, ALTA.	. . .	10229 105th St.
SASKATOON, SASK.	. . .	118 3rd Avenue South
REGINA, SASK.	. . .	Cor. Broad St. and 6th Ave.
WINNIPEG, MAN.	. . .	97 Higgins Ave.
FORT WILLIAM, ONT.	. . .	303 Simpson St.
LONDON, ONT.	. . .	316 Dundas St.
HAMILTON, ONT.	. . .	127 King St. West
TORONTO, ONT.	. . .	152 Simcoe St.
OTTAWA, ONT.	. . .	246 Queen St.
MONTREAL, QUE.	. . .	318 St. James St.
QUEBEC, QUE.	. . .	Cor. Crown and Fleury Sts.
ST. JOHN, N.B.	. . .	83 Prince William St.
HALIFAX, N.S.	. . .	84 Hollis Street

Wholesale Distributors at Victoria, B. C., Lethbridge,
Alta., and Walkerville, Ont.

Over Four Thousand Canadian Retail Dealers
carry stocks of Goodyear Made-in-Canada
Automobile Tires.

